



EAST KENTUCKY POWER COOPERATIVE

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PUBLIC SERVICE  
COMMISSION

January 2, 2013

Mr. Jeff Derouen  
Executive Director  
Public Service Commission  
211 Sower Boulevard  
Frankfort, Kentucky 40602

Re: Case No. 2012-00169

Dear Mr. Derouen:

In accordance with ordering paragraph 1(a) of the Commission's Order dated December 21, 2012 in the above-referenced proceeding ("Order"), East Kentucky Power Cooperative, Inc. ("EKPC") agrees to file with the Commission, no later than November 30, 2015, a rate mechanism to flow back to EKPC's member systems the benefits resulting from EKPC's participation in the PJM capacity market. In accordance with ordering paragraph 1(b) of the Order, EKPC also agrees to modify the Stipulation to allow EKPC to withdraw from the TEE Contingency Reserve Sharing Group ("TCRSG").

Should you have questions or need additional information, please contact me.

Very truly yours,

Anthony S. Campbell  
President and Chief Executive Officer

Cc: Parties of Record